HOUSE OF REPRESENTATIVES TWENTY-THIRD LEGISLATURE, 2005 STATE OF HAWAII

H.B. NO. H.D. 1 S.D. 1 C.D. 1

A BILL FOR AN ACT

RELATING TO NONCOMMERCIAL PIERS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1 The legislature finds that in Manual 1999
	SECTION 1. The legislature finds that in May of 1998, the
2	board of land and natural resources approved a plan to address
3	unauthorized piers in Kaneohe bay after several decades of non-
4	enforcement. Nearly two hundred shorefront property owners in
5	Kaneohe bay had piers, many of which were built before
6	statehood. Many of the pier owners, as well as countless others
7	statewide, were unaware that their piers lacked proper
8	authorization from the State and were considered illegal.
9	As a result, the Governor signed Act 261, Session Laws of Hawaii
10	(SLH) 2000, on June 20, 2000, which established a new section
11	under chapter 171, Hawaii Revised Statutes, to read:
12	"Private residential noncommercial piers.
13	Notwithstanding any limitations to the contrary, the
14	board of land and natural resources may lease, by
15	direct negotiation and without recourse to public
16	auction, state submerged lands or lands beneath tidal
17	waters for private residential non-commercial piers

			1 1.	D. IN	O.	S.D. 1
						C.D. 1
	•					

_	on such terms and conditions as may be prescribed by
2	the board."
3	The legislature further finds that an amnesty program was
4	therefore established in 2000 and 2001 to provide noncommercial
5	pier owners with the appropriate permits for legal authorization
6	and to resolve the illegal pier problem in Kaneohe bay. The
7	legislature also finds that as of January 1, 2005, only twelve
8	out of one hundred sixty Kaneohe bay pier owners had obtained a
9	new lease, with an additional fifty cases in the process of
10	approval with no guarantee of completion before the deadline of
11,	June 30, 2005, due to the difficulties and time constraints
12	involved in obtaining all of the required surveys, appraisals,
13	and additional documentation. The legislature further finds
14	that additional time is needed to negotiate long-term leases
15	with private noncommercial pier owners across the state, in
16	areas such as Wailupe, Niuiki Circle, and Port Lock, given the
17	disproportionate attention paid primarily to Kaneohe bay pier
18	owners in the implementation of Act 261, SLH 2000.
19	The purpose of this Act is to:
20	(1) Allow noncommercial pier owners more time to negotiate
21	leases of state submerged lands or lands beneath tidal

1	waters by extending the repeal date of Act 261, SLH
2	2000, from June 30, 2005, to June 30, 2007; and
3	(2) Urge DLNR to commence using the prevailing real
- 4	property tax assessment value of the fast land in
5	determining the lease rent for the submerged land lease
6	entered into after July 1, 2006, to prompt
7	procrastinating pier owners who desire to enter into
8	leases with the State.
9	SECTION 2. Act 261, Session Laws of Hawaii 2000, as
10	amended by Act 68, Session Laws of Hawaii 2002, section 2, as
11	amended by Act 103, Session Laws of Hawaii 2002, section 1, is
) 2	amended by amending section 5 to read as follows:
13	"SECTION 5. This Act shall take effect upon its approval;
14	provided that:
15	(1) The authority granted to the department of land and
16	natural resources to enter into lease agreements with
17	owners of private noncommercial piers shall be
18	repealed on June 30, [2005;] <u>2007;</u>
19	(2) The amendments made by sections 1 and 3 of this Act to
20	the Hawaii Revised Statutes, shall be repealed as of
21	June 30, $[\frac{2005}{7}]$ 2007 , and section 171-53(c), Hawaii
22	Revised Statutes, shall be reenacted in the form in

H.B. NO. H.D. 1 S.D. 1 C.D. 1

1		which it read on the day prior to the effective date
2		of this Act;
3	(3)	The amendment made by section 2 of this Act to section
4		171-36(a), which deleted paragraph (9), shall be
5		repealed as of June 30, $[\frac{2005}{7}]$ 2007 , and paragraph
6		(9) shall be reenacted in the form in which it read on
7		June 19, 2000; and
8	(4)	Any lease agreement executed pursuant to this Act
9		prior to June 30, [2005,] <u>2007,</u> or any lease extension
10		executed thereon after the repeal of this Act, shall
11		remain exempt from section 171-36(a)(9), Hawaii
12		Revised Statutes, after the repeal of this Act."
13	SECTI	ON 3. To prompt procrastinating pier owners who desire
14	to enter i	nto leases with the State for their noncommercial
15	piers, the	e department of land and natural resources is urged to
16	commence u	sing the prevailing real property tax assessment value
17	of the fas	t land in determining lease rent for a lease of the
18	state subm	nerged land or land beneath tidal water entered into
19	after July	1, 2006.
20	SECTI	ON 4. Statutory material to be repealed is bracketed
21	and strick	en. New statutory material is underscored.
22	SECTI	ON 5. This Act shall take effect on June 29, 2005.

Approved by the Acting Governor
JUN 1 6 2005